



MYP LTD.

(Incorporated in the Republic of Singapore)
(Company Registration No. 200509721C)

RESPONSE TO QUERIES RAISED BY THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED ON ANNOUNCEMENT OF THE UNAUDITED FINANCIAL RESULTS FOR THE THIRD QUARTER ENDED 31 DECEMBER 2018

The Board of Directors (the “Board”) of MYP Ltd. (the “Company”) refers to the queries raised by the Singapore Exchange Securities Trading Limited (the “SGX-ST”) on 25 January 2019, and set out below its responses to the queries from the SGX-ST as follows:

Question

It is noted that the Group was in a negative working capital position, with a loss net of tax for the quarter ended 31 December 2018 of S\$2.078 million; and net cash flows used in operating activities of approximately S\$13.146 million for the quarter ended 31 December 2018. In this regard, please provide the Board’s opinion and the bases for its views, on the following:-

- (i) The ability of the Group and the Company in meeting its short term debt obligations as and when they fall due; and
- (ii) The ability of the Group and the Company to operate as going concerns.

Company’s responses:

The Group and the Company believes that they are able to meet their short term debt obligations and continue to operate as going concerns based on the following :-

1. The net cash flows used in operating activities of approximately S\$13.146 million for the quarter ended 31 December 2018 mainly comprised payment of GST output tax of approximately \$17.117 million in respect of the disposal of investment property which was completed on 20 July 2018. This amount was collected from the purchaser on completion and was duly paid to the Inland Revenue Authority of Singapore on 15 November 2018. Excluding this non-recurring payment, the net cash flows generated from operating activities is approximately S\$3.971 million.
2. As at 31 December 2018, the substantial shareholder who is also the Executive Chairman of the Group has loaned to the Group amounting to S\$125.2 million. He also undertakes to provide financial support to the Group to enable it to continue its operations and to meet its financial obligations as and when they fall due.

By Order of the Board of Directors,
MYP LTD.

Jonathan Tahir
Executive Chairman
30 January 2019